

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
(317) 232-9855

FISCAL IMPACT STATEMENT

LS 7225

BILL NUMBER: HB 1397

DATE PREPARED: Jan 9, 2002

BILL AMENDED:

SUBJECT: Tax exemptions and credits.

FISCAL ANALYST: Bob Sigalow

PHONE NUMBER: 232-9859

FUNDS AFFECTED:

**GENERAL
DEDICATED
FEDERAL**

IMPACT: Pending

Summary of Legislation: Exempts from property tax certain inventory used to produce finished goods that qualify for interstate commerce exemptions. Establishes a credit against state tax liability, phased in over ten years, based on property tax paid on inventory not eligible for the exemption. Exempts research and development equipment from the state gross retail tax.

Effective Date: January 1, 2003.

Explanation of State Expenditures: *As of the above date, the fiscal analysis of this bill has not been completed. Please contact the Office of Fiscal and Management Analysis for an update of this fiscal impact statement.*

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected:

Local Agencies Affected:

Information Sources: